Note 4 - Long-Term Debt - Continued

<u>Date of Issue</u>	_	Amount of Issue	Interest Rate	Date of Maturity	Principal Payments			Interest Payable	
George W. Kuhn Drain Bo	nds 2	000-B							
4/1/01 \$ 205,772		5.0000%	4/1/2008	\$	7,830	\$	8,930		
	,	,	5.0000	4/1/2009	•	8,613		8,538	
			5.0000	4/1/2010		8,613		8,106	
			5.0000	4/1/2011		9,396		7,676	
			5.0000	4/1/2012		9,396		7,206	
			5.0000	4/1/2013		10,179		6,736	
			5.1000	4/1/2014		10,962		6,228	
			5.2000	4/1/2015		10,962		5,668	
			5.2500	4/1/2016		11,745		5,098	
			5.3000	4/1/2017		12,528		4,482	
			5.3500	4/1/2018		13,311		3,818	
			5.3750	4/1/2019		13,311		3,106	
			5.3750	4/1/2020		14,094		2,390	
			5.3750	4/1/2021		14,877		1,632	
			5.3750	4/1/2022		15,503		834	
					\$	171.320	\$	80,448	
								_	
Detection	Amount of		Interest	Date of		Principal	Interest		
Date of Issue		Issue	Rate	<u>Maturity</u>	<u>Payments</u>		<u>Payable</u>		
George W. Kuhn Drain Bo	nds 20	002-C							
4/1/02	\$	2,574,502	2.5%	4/1/2008	\$	108,524	\$	56,610	
			2.5	4/1/2009		111,186		53,898	
			2.5	4/1/2010		114,005		51,118	
			2.5	4/1/2011		116,824		48,268	
			2.5	4/1/2012		119,799		45,348	
			2.5	4/1/2013		122,774		42,352	
			2.5	4/1/2014		125,906		39,284	
			2.5	4/1/2015		129,038		36,136	
			2.5	4/1/2016		132,327		32,910	
			2.5	4/1/2017		135,615		29,602	
			2.5	4/1/2018		138,904		26,210	
			2.5	4/1/2019		142,349		22,738	
			2.5	4/1/2020		145,951		19,180	
			2.5	4/1/2021		149,553		15,530	
			2.5	4/1/2022		153,311		11 <i>,7</i> 92	
			2.5	4/1/2023		157,226		7,960	
			2.5	4/1/2024		161,142	_	4,028	
					<u>\$</u>	2,264,434	<u>\$</u>	542,964	

Note 4 - Long-Term Debt - Continued

Date of Issue	Amount of Interest Date of ue Issue Rate Maturity			Principal Payments	Interest Payable
George W. Kuhn Drain Bo	ands 2002-D				
4/1/02	\$ 99,284	2.5% 2.5 2.5	4/1/2008 4/1/2009 4/1/2010	\$ 4,072 4,228 4,228	\$ 2,286 2,184 2,078
		2.5 2.5 2.5	4/1/2011 4/1/2012 4/1/2013	4,385 4,541 4,541	1,974 1,864 1,750
		2.5 2.5 2.5 2.5	4/1/2014 4/1/2015 4/1/2016 4/1/2017	4,698 4,855 5,011 5,168	1,636 1,520 1,398 1,272
		2.5 2.5 2.5 2.5	4/1/2018 4/1/2019 4/1/2020	5,168 5,324 5,481	1,144 1,014 880
		2.5 2.5 2.5	4/1/2021 4/1/2022 4/1/2023	5,638 5,794 5,951	744 602 458
		2.5 2.5	4/1/2024 4/1/2025	6,107 5,951	310 156
				<u>\$ 91,141</u>	<u>\$ 23,270</u>
Date of Issue	Amount of Issue	Interest Rate	Date of <u>Maturity</u>	Principal Payments	Interest Payable
George W. Kuhn Drain Bo					
4/1/02	\$ 309,129	4.50% 4.50 4.50 4.50 4.60 4.70 4.80 4.90 5.00 5.10 5.15 5.20 5.20 5.25 5.25	4/1/2008 4/1/2009 4/1/2010 4/1/2011 4/1/2012 4/1/2013 4/1/2015 4/1/2016 4/1/2017 4/1/2018 4/1/2019 4/1/2020 4/1/2021 4/1/2022 4/1/2023 4/1/2024	\$ 11,745 11,745 12,528 12,528 13,311 14,094 14,094 14,877 15,660 16,443 17,226 18,009 18,792 19,575 21,141 21,924 22,551	13,194 12,664 12,100 11,538 10,924 10,262 9,586 8,856 8,074 7,236 6,356 5,430 4,452 3,434 2,334 1,182
				<u>\$ 276,243</u>	<u>\$ 141,344</u>

Note 4 - Long-Term Debt - Continued

Date of Issue		nount of Issue	Interest Rate	Date of Maturity	1		Interest Payable
George W. Kuhn Drain	Bonds 2005	5					
9/22/05	\$	42,295	1.625%	4/1/2008	\$	2,192	\$ 652
			1.625	4/1/2009		2,192	616
			1.625	4/1/2010		2,349	580
			1.625	4/1/2011		2,349	542
			1.625	4/1/2012		2,349	504
			1.625	4/1/2013		2,349	466
			1.625	4/1/2014		2,349	428
			1.625	4/1/2015		2,506	390
			1.625	4/1/2016		2,506	349
			1.625	4/1/2017		2,506	308
			1.625	4/1/2018		2,662	267
			1.625	4/1/2019		2,662	224
			1.625	4/1/2020		2,662	181
			1.625	4/1/2021		2,662	138
			1.625	4/1/2022		2,819	94
			1.625	4/1/2023	-	2,988	 <u>51</u>
					<b>\$</b> _	40.102	\$ 5,790

#### Note 5 - Pension Plans - Defined Benefit Pension Plan

#### Plan Description

The City participates in the Michigan Municipal Employees' Retirement System (MERS), an agent multiple-employer defined benefit pension plan that covers virtually all of the full-time employees of the City. The MERS provides retirement, death and disability benefits to employees that were employed by the City prior to July 1, 1998. Public Act 220 of 1996 assigns the authority to establish and amend the benefit provisions of the MERS plan document. The MERS issues a publicly available financial report that includes financial statements and required supplementary information. That report may be obtained by writing to the MERS at 7150 Harris Drive, P.O. Box 30171, Lansing, Michigan 48909-7671 or by calling (989) 322-5103.

#### **Funding Policy**

The City is required to contribute at an actuarial determined rate: the current rate is between 0.00% and 44.85% of covered payroll for individual employee groups. A retirement contribution rate of 5% of payroll is required by all full time employees and has been negotiated into all union employee contracts with the exception of the Public Safety Officers (PSO) union, which began contributions on July 1, 2002. The current contribution rate is 5% for this group. The rates are established by the City through collective bargaining and may be changed or amended by the MERS Board of Trustees.

#### Note 5 - Pension Plans - Defined Benefit Pension Plan - Continued

#### **Annual Pension Cost**

For the year ended June 30, 2007, the City's annual pension cost of \$558,012 was equal to the required and actual contribution for the fiscal year 2006-07. The annual required contribution was determined as part of the December 31, 2006 actuarial valuation using the entry age normal actuarial cost method. Significant actuarial assumptions used included: (a) an 8.0% investment rate of return, (b) projected salary increases of 4.50%, plus a percentage based upon an age related scale to reflect merit, longevity and promotional salary increases of between 0.00% and 8.40% and (c) the assumption that benefits will not increase after retirement.

The actuarial value of assets is determined on the basis of a method that calculates expected income at the valuation rate of return and adds a portion of the difference between the expected investment income and the actual investment income earned on a market value basis. The difference in investment income between expected return and market return is recognized over a 10-year period at a rate of 10% a year. This asset valuation method was first adopted for the December 31, 2005 valuation and is applied in the present valuation period.

In calculating the annual required contribution for reporting and disclosure purposes, the following amortization methods are used:

For divisions that are closed to new hires and less than 100% funded, a 30-year level dollar amortization is used.

For all other divisions, a level percentage of payroll amortization is used, based on the assumption that payroll increases 4.5% per year. The standard amortization period is 30 years for positive unfunded liabilities. This period will be reduced by one year in each annual valuation. The standard amortization period for negative unfunded liabilities is 10 years, with the 10-year period re-established with each annual actuarial valuation.

Note 5 - Pension Plans - Defined Benefit Pension Plan - Continued

#### **Five Year Trend Information for MERS**

Fiscal Year Ended	ar Pension		Percentage of APC Contributed	Unfunded Annual <u>Contribution</u>			
6/30/03	\$	366,024	100%	\$	-		
6/30/04		462,108	100%		_		
6/30/05		476,580	100%		-		
6/30/06		518,124	100%		-		
6/30/07		558,012	100%		-		

Actuarial Valuation Date	Actuarial Value of Assets (a)	Schedule of Actuarial Accrued Liabilities (AAL) Entry Age (b)	Funding Pro Unfunded AAL (UAAL) (b-a)	gress Funded Ratio (a/b)	Covered <u>Payroll (c)</u>	UAAL as a Percentage of Covered Payroll ((b-a)/c)
12-31-02	\$10,562,124	\$16,352,580	\$5,790,456	65%	\$1,859,165	311%
12-31-03	10,662,961	16,858,593	6,195,632	63%	2,008,652	308%
12-31-04	10,742,562	17,215,559	6,472,997	62%	1,993,108	325%
12-31-05	10,994,105	17,829,987	6,835,882	62%	2,344,342	292%
12-31-06	11,324,100	18,539,873	7.215.773	61%	2.332.476	310%

#### Note 6 - Defined Contribution Plan

The City offers a defined contribution plan where the contribution rate for the City is between 8% and 10% of gross payroll. This contribution rate is established by contractual agreement and Commission resolution, and may be changed from time-to-time. Under the terms of the plan the employee may contribute to the plan on a voluntary basis. The decision to contribute on the part of the employee may effect the contribution provided by the City. Plan documentation and regulations have been filed with the MERS Board of Trustees and the International City Management Association (ICMA) which administers the plan. The City's annual employer contribution amounted to approximately \$72,840 for the fiscal year ended June 30, 2007.

#### Note 7 - Changes in General Fund Reserves and Net Assets/Fund Balance

	alance y 1, 2006	<u>A</u>	dditions	Red	<u>uctions</u>	Balance June 30, 2007	
Designated Property tax refund reserve	\$ 73,194	\$	-	\$	-	\$	73,194
Undesignated	 405,270		111,003				516,273
Totals	\$ 478.464	\$	111.003	\$	_	\$	589,467

#### Note 8 - Capital Planning Fund Reserves

The Capital Planning Fund has reserved fund balances as follows:

Reserved Parks and Recreation	\$	100,165
Reserved Interstate 696	•	31,350

The City operates thirteen acres of park land to which no revenues are received. \$100,165 has been reserved for projects relating to the parks and recreation master plan, which is scheduled for completion in spring of 2008.

Contract documents with the State of Michigan indicate the entire maintenance of the perimeter wall and berm area of Interstate 696 are the City's responsibility to maintain, therefore, the City has reserved \$31,350 for maintenance of this area.

Un-appropriated fund excess in the Capital Planning Fund has increased by \$26,995 to \$91,542.

#### Note 9 - Inter-fund Transfers

	Transf	Transfers				
	<u>In</u>	Out				
General	\$ 150,374 \$	1,176,021				
Major Street	•	50,000				
Local Street	175,000	_				
Capital Planning	186,772	-				
Sanitation	-	26,977				
Recreation	570,889	-				
Water	-	121,397				
Retirement Benefit	287,000	2,000				
Health Insurance	6,360 _					
Total	<u>\$ 1,376,395</u> <u>\$</u>	1,376,395				

Inter-fund transfers are used by the City to pay for services incurred by the General Fund and other funds where accounting for the cost of legal and risk management expenses is appropriate.

#### Note 10 - Post-Retirement Benefits

The City has an obligation to cover all former full-time retired employees for hospitalization insurance and pay their premium as long as they collect a pension. The City has historically paid this obligation on a pay-as-you-go basis. This expense amounted to \$398,805 for the fiscal year ended June 30, 2007 and covers 31 retired employees. The City has reserved \$112,762 in the post-retirement benefit fund as of June 30, 2007.

#### Note 11 - Federal Funding

The City received Federal funds through the Oakland County Community Development Block Grant Program. The City of Huntington Woods, Michigan received \$12,580 in grant allocations in fiscal year 2006-2007.

#### Note 12 - Risk Management

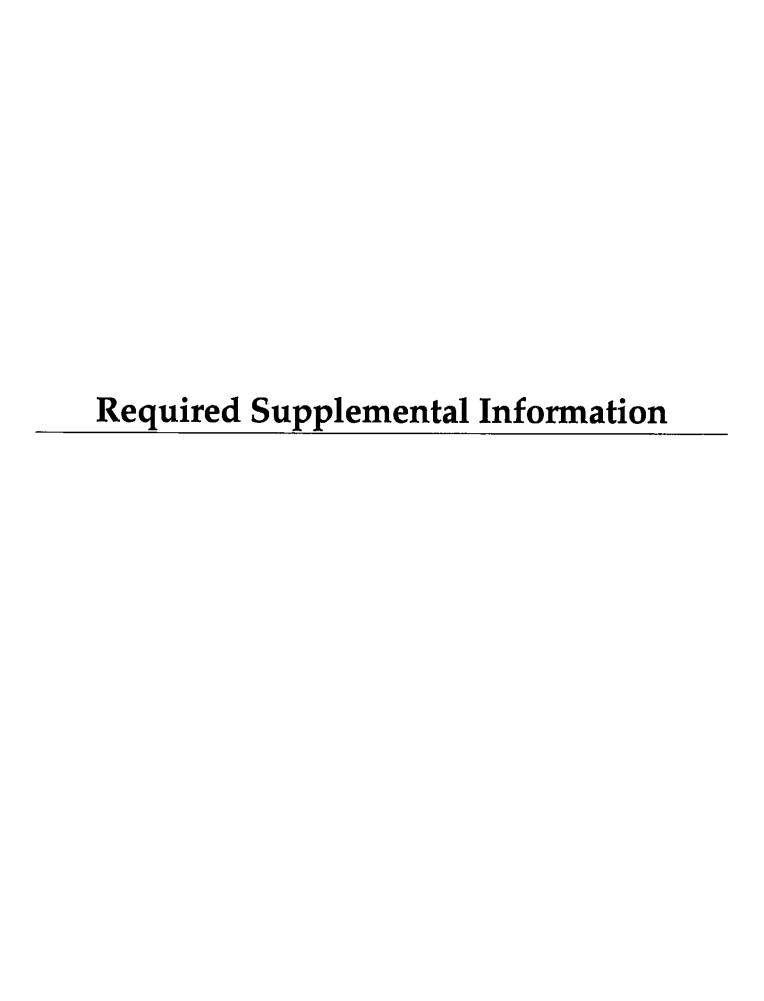
The City has entered into a joint powers agreement with other Michigan units of government for its general liability, property damage insurance including auto and public official's liability, contractor's equipment and workers compensation. The City's maximum deductibles are as follows: property \$250, liability \$-0-, and property and crime \$250. Under the regulations of the state pool there is no yearly stop loss limit provided. The City does maintain a Loss Reserve Fund Balance in escrow with the Michigan Municipal Risk Management Association of \$291,666 as of June 30, 2007. The dissemination of these dollars rests with the City Commission.

The City accounts for transactions related to these risks in accordance with GASB No. 10, "Accounting and Financial Reporting for Risk Financing and Related Insurance Issues", which states that a liability for claims must be reported if information prior to the issuance of the financial statements indicates it is probable that a liability has been incurred at the date of the financial statements, and the amount of the loss that can be reasonably estimated. No settlements have exceeded insurance coverage during the last three years. The City has made no significant reductions in insurance coverage during the year. The City has received no indication that any significant losses exist at June 30, 2007, and thus no liability has been recorded.

#### Note 13 - Subsequent Events

The George W. Kuhn Drainage District authorized the refunding of bonds series 2000B and 2001E on March 26, 2007. The Oakland County Drain Commission sold the bonds on July 19, 2007, therefore restructuring the bonds as Series 2007. Therefore, GWK Bond series 2000B and 2001E principal and interest schedules included in the financial statement footnotes represent the amounts due at June 30, 2007 and will subsequently change in fiscal 2007-2008. The change is expected to result in a reduction of principal and interest due by the City of approximately \$38,600.

In February 2007, the City Commission approved an increase in its indebtedness by issuing limited General Obligation (G.O.) Bonds for the repair of Eleven Mile Road. The bonds were actually issued July 1, 2007 in the amount of \$1,500,000. These bonds will not be supported by the millage, but will be paid for by current assets and revenue proceeds in the Major Road fund and Water fund.



#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - GENERAL FUND FOR THE YEAR ENDED JUNE 30, 2007

	Budgete	d Amounts	Actual Amounts	Variance With Final Budget Positive	
	Original	Final	(Budgetary Basis)	(Negative)	
Budgetary Fund Balance - July 1, 2006	\$ 478,464	\$ 478,464	\$ 478,464	\$ -	
Resources (Inflows)					
Property taxes	4,436,405	4,436,405	4,387,614	(48,791)	
Licenses and permits	319,550	319,550	204,224	(115,326)	
Intergovernmental	606,052	606,052	602,550	(3,502)	
Charges for services	82,000	82,000	85,430	3,430	
Fines and forfeits	227,800	256,800	268,316	11,516	
Interest income	78,000	149,000	145,663	(3,337)	
Transfers - in	150,374	150,374	150,374	-	
Other	165,875	205,875	281,719	75,844	
Amounts available for					
appropriation	6,066,056	6,206,056	6,125,890	(80,166)	
Charges to Appropriations (Outflows)					
General government	1,076,727	1,096,727	1,083,023	13,704	
Public safety	1,747,699	1,747,699	1,662,206	85,493	
Public works	240,837	240,837	207,579	33,258	
Library	486,151	516,151	453,451	62,700	
Employee benefits	1,338,622	1,428,622	1,432,607	(3,985)	
Transfers - out	1,176,020	1,176,020	1,176,021	(1)	
Total charges to appropriations	6,066,056	6,206,056	6,014,887	191,169	
Budgetary Fund Balance - June 30, 2007	\$ 478,464	\$ 478,464	\$ 589,467	\$ 111,003	

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - SANITATION FUND FOR THE YEAR ENDED JUNE 30, 2007

		Budgeted Amounts Original Final			Actual Amounts (Budgetary Basis)		Variance With Final Budget Positive (Negative)	
	<del></del>	<del></del>			<u>,</u>	<u>,</u>		
Budgetary Fund Balance - July 1, 2006	\$	44,451	\$	44,451	\$	<b>44,4</b> 51	\$	<u>.</u>
Resources (Inflows)								
Property taxes		526,595		526,595		525,150		(1,445)
Other		12,183		15,183		4,647		(10,536)
Interest income		5,550		5,550		13,569		8,019
Amounts available for								
appropriation		544,328		547,328		543,366		(3,962)
Charges to Appropriations (Outflows)								
Administrative		80,053		80,053		77,261		2,792
Employee benefits		23,947		23,947		23,947		-
Professional services		413,351		416,351		447,318		(30,967)
Transfers - out	<del></del>	26,977		26,977		26,977		
Total charges to appropriations		544,328		547,328		575,503		(28,175)
Budgetary Fund Balance - June 30, 2007	<u>\$</u>	44,451	\$	44,451	\$	12,314	\$	(32,137)

# CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - RECREATION FUND FOR THE YEAR ENDED JUNE 30, 2007

	Budgeted Amounts					al Amounts	Variance With Final Budget Positive	
	0	riginal		Final	(Budgetary Basis)		(Negative)	
Budgetary Fund Balance - July 1, 2006	\$	<i>7</i> 5,261	\$	<b>7</b> 5,261	\$	75,261	\$	-
Resources (Inflows)								
Property taxes		64,743		64,743		64,304		(439)
Aquatic Club charges		185,000		185,000		187,355		2,355
Program fees		761,500		801,500		844,190		42,690
Interest income		1,500		1,500		3,197		1,697
Other		20,500		20,500		-		(20,500)
Transfers - in		570,889		570,889		570,889		
Amounts available for								
appropriation		1,604,132		1,644,132		1,669,935		25,803
Charges to Appropriations (Outflows)								
Bus		53,413		53,413		50,598		2,815
Recreation		481,374		481,374		425,386		55,988
Programs		889,951		899,951		892,542		7,409
Pool		179,394		209,394		192,837		16,557
Total charges to appropriations		1,604,132		1,644,132		1,561,363		82,769
Budgetary Fund Balance - June 30, 2007	\$	75,261	<u>\$</u>	75,261	\$	183,833	\$	108,572

# CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - CAPITAL PROJECTS FUND FOR THE YEAR ENDED JUNE 30, 2007

	Budgeted Amounts Original Final				Actual Amounts (Budgetary Basis)		Variance With Final Budget Positive (Negative)	
Budgetary Fund Balance - July 1, 2006	\$	979	\$	979	\$	979	\$	-
. Resources (Inflows)								
Property taxes and special assessments		449,760		449,760		46,150		(403,610)
Other	******	-				15,000		15,000
Amounts available for								
appropriation		449,760		449,760		61,150		(388,610)
Charges to Appropriations (Outflows)								
Capital outlay		930,728		930,728		530,816		399,912
Administrative		-				57,915		(57,915)
Total charges to appropriations		930,728		930,728		588,731		341,997
Budgetary Fund Balance - June 30, 2007	\$	(479,989)	\$	(479,989)	\$	(526,602)	\$	(46,613)

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - RACKHAM DEFENSE FUND FOR THE YEAR ENDED JUNE 30, 2007

			d Amoun		Actual Amounts		iance With al Budget Positive	
	<u>O</u>	iginal	Final		(Budgetary Basis)		(1)	legative)
Budgetary Fund Balance - July 1, 2006	\$	-	\$	-	\$	-	\$	-
Resources (Inflows)								·
Property taxes		-		-		-		-
Other		-		-		104,161		104,161
Interest income		-		-		-		-
Transfers - in		-		-		-		
Amounts available for								
appropriation		-		-		104,161		104,161
Charges to Appropriations (Outflows)								
Administrative		-		_		309,846		(309,846)
Transfers - out	<del></del>	<del>-</del>		<del>-</del>	. <u></u>	-		
Total charges to appropriations		-		•		309,846		(309,846)
Budgetary Fund Balance - June 30, 2007	<u>\$</u>	-	\$	-	.\$	(205,685)	\$	(205,685)

#### City of Huntington Woods, Michigan Notes to Required Supplemental Information June 30, 2007

#### Note 1 - Compliance and Accountability

Budgetary Information - An annual budget is adopted on a basis consistent with the accounting principles generally accepted in the United States of America (GAAP) as applicable to governmental units, except that fund balance appropriations and transfers are budgeted as either revenue or expenditures to balance the budget. All annual appropriations lapse at the end of each fiscal year.

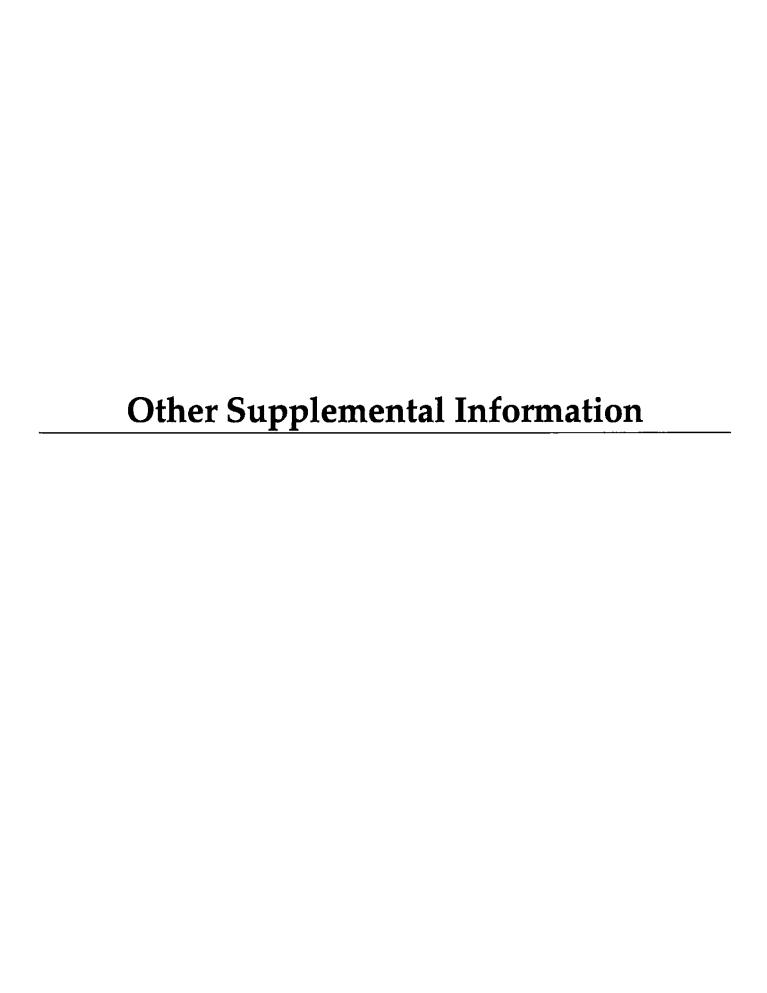
The annual budget is prepared based upon the chart of accounts prescribed by the P.A. 2 of 1968 and as amended and P.A. 621 of 1978 the Uniform Budgeting and Accounting Act. The City budget, including all non-agency funds is adopted by the City Commission as required by City Charter and amended ordinances. The line-item budget is adopted by category and amended as such.

The City Manager and/or Finance Director is authorized to create new appropriation centers or activities as necessary and disclose any changes to the City Commission through monthly transmittals. Changes that will require additional appropriations from fund balance or a change in the overall appropriation as originally adopted, will require a resolution of the City Commission.

Transfers of any nature from the contingency account as set aside under the original budget adoption must be brought to the City Commission for approval.

Budgeted amounts of the revenues and expenditures presented in this document are a summarization of the budgeted amounts as originally adopted or amended by the City Commission. Individual amendments are not shown, as they were not material in relation to the original appropriations resolved by the City.

Excess expenditures over those appropriations that were adopted by the City Commission are shown and detailed in the budget compliance section (Note 1) of this report.



## CITY OF HUNTINGTON WOODS, MICHIGAN COMBINING BALANCE SHEET - NONMAJOR GOVERNMENTAL FUNDS JUNE 30, 2007

#### **ASSETS**

		Nonma	najor Special Revenue Funds			Nonmajor Debt Service Funds						Total		
		Major Street Fund		Local Street Fund		Capital Planning Fund		Debt Service Fund	Street Debt Service Fund		Service Drain Debt			Nonmajor overnmental Funds
Cash and cash equivalents Investments Accounts receivable	\$ 	5,095 209,333 53,175	\$	29,705 35,878	<b>\$</b>	20,334 160,000 46,000	<b>\$</b>	27,419 106,320 3,626	s 	11,928 61,000 4,144	\$	42,226 217,584 1,815	\$	107,002 783,942 144,638
Total assets	<u>\$</u>	267,603	<u>\$</u>	65,583	\$	226,334	<u>\$</u>	137,365	<u>\$</u>	77,072	\$	261,625	\$	1,035,582
				LIABILI	TIES A	AND FUND I	BALA	NCES						
Liabilities Accounts payable Bank overdraft	\$	11,559	\$	<b>4,672</b> 6,325	\$	3,277 -	\$	-	\$	<u>-</u>	\$	-	\$	19,508 6,325
Accrued payroll and withholdings		1,733		2,721										4,454
Total liabilities		13,292		13,718		3,277		-		-		-		30,287
Fund Balances Reserved for														
Special assessment debt Unreserved		4,500		-		131,515		-		-		<del>-</del>		136,015
Undesignated		249,811		51,865		91,542	_	137,365	_	77,072		261,625	_	869,280
Total fund balances		254,311		51,865	_	223,057		137,365		77,072		261,625	_	1,005,295
Total liabilities and fund balances	<u>\$</u>	267,603	\$	65,583	<u>\$</u>	226,334	\$	137,365	<u>s</u>	77,072	<u>\$</u>	261,625	\$	1,035,582

#### CITY OF HUNTINGTON WOODS, MICHIGAN COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FU BALANCES - NONMAJOR GOVERNMENTAL FUNDS FOR THE YEAR ENDED JUNE 30, 2007

	Nonma	jor Special Reven	ue Funds	Nonm	Total		
	Major Street Fund	Local Street Fund	Capital Planning Fund	Debt Service Fund	Street Debt Service Fund	GWK Drain Debt Fund	Nonmajor Governmental Funds
Revenues							
Property taxes and special assessments Intergovernmental Interest Other Total revenues	\$ - 261,070 11,391 16,117 288,578	\$ - 121,375 1,992 628 123,995	\$ - - - - - - - - - - - - - - - - - - -	\$ 454,422 - 10,554 - 464,976	\$ 519,161 	\$ 227,354 15,235 34,692	\$ 1,200,937 382,445 56,752 51,437
rotal revenues	200,376	123,555	0,902	404,770	347,839	277,281	1,691,571
Expenditures Current							
Maintenance Traffic services Snow and ice removal Administrative Capital outlay	172,939 25,655 25,917 24,874	258,795 1,674 22,157 10,229	- - - - 131,129	- - - -	- - - -	- - - -	431,734 27,329 48,074 35,103 131,129
Debt service Principal	-	-	-	300,000	300,000	155,347	755,347
Interest and other charges				145,550	221,644	96,256	463,450
Total expenditures	249,385	292,855	131,129	445,550	521,644	251,603	1,892,166
Excess of Revenues Over (Under) Expenditures	39,193	(168,860)	(122,227)	19,426	6,195	25,678	(200,595)
Other Financing Sources (Uses) Transfers - in		175,000	106 777				361,772
Transfers - out	(50,000)		186,772				(50,000)
Total other financing sources (uses)	(50,000)	175,000	186,772		<u> </u>		311,772
Excess of Revenues Over (Under) Expenditures and Other Financing							
Sources (Uses)	(10,807)	6,140	64,545	19,426	6,195	25,678	111,177
Fund Balances - July 1, 2006	265,118	45,725	158,512	117,939	70,877	235,947	894,118
Fund Balances - June 30, 2007	\$ 254,311	\$ 51,865	\$ 223,057	\$ 137,365	\$ 77,072	\$ 261,625	\$ 1,005,295

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - MAJOR STREET FUND FOR THE YEAR ENDED JUNE 30, 2007

		Budgete	i Amo	Actual Amounts		Variance With Final Budget Positive		
		Original		Final	(Bud	getary Basis)		Negative)
Budgetary Fund Balance - July 1, 2006	\$	265,118	\$	265,118	\$	265,118	\$	-
Resources (Inflows)								
Intergovernmental		265,623		265,623		261,070		(4,553)
Other		62,236		62,236		16,117		(46,119)
Interest income		4,000		4,000		11,391		7,391
Amounts available for								
appropriation		331,859		331,859		288,578		(43,281)
Charges to Appropriations (Outflows)								
Maintenance		182,118		182,118		172,939		9,179
Traffic services		11,987		11,987		25,655		(13,668)
Snow and ice removal		50,866		50,866		25,917		24,949
Administrative		36,888		36,888		24,874		12,014
Transfers - out		50,000		50,000		50,000		
Total charges to appropriations		331,859		331,859	<del></del>	_299,385	<u> </u>	32,474
Budgetary Fund Balance - June 30, 2007	<u>\$</u>	265,118	\$_	265,118	\$	254,311	\$	(10,807)

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - LOCAL STREET FUND FOR THE YEAR ENDED JUNE 30, 2007

		Budgeted Amounts Original Final				Actual Amounts (Budgetary Basis)		Variance With Final Budget Positive (Negative)	
Budgetary Fund Balance - July 1, 2006	\$	45,725	\$	45,725	\$	45,725	\$		
Resources (Inflows)									
Intergovernmental		113,900		113,900		121,375		7, <b>47</b> 5	
Other		500		500		628		128	
Interest income		3,100		3,100		1,992		(1,108)	
Transfers - in		175,000		175,000		175,000			
Amounts available for									
appropriation		292,500		292,500		298 <b>,99</b> 5		6,495	
Charges to Appropriations (Outflows)									
Maintenance		193,673		193,673		258,795		(65,122)	
Traffic services		7,825		7,825		1,674		6,151	
Snow and ice removal		24,670		24,670		22,157		2,513	
Administrative		54,711		54,711		10,229		44,482	
Total charges to appropriations		280,879		280,879		292,855		(11,976)	
		1							
Budgetary Fund Balance - June 30, 2007	<u>.\$</u>	57,346	\$	57,346	\$	51,865	\$	(5,481)	

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - CAPITAL PLANNING FUND FOR THE YEAR ENDED JUNE 30, 2007

	Budgeted Amounts Original Final					Actual Amounts (Budgetary Basis)		iance With ial Budget Positive Vegative)
					<u></u>	<del>,</del>		
Budgetary Fund Balance - July 1, 2006	\$	158,512	\$	158,512	\$	158,512	\$	-
Resources (Inflows)								
Other		62,844		62,844		-		(62,844)
Interest income		5,000		5,000		8,902		3,902
Transfers - in		186,772		186,772		186,772		
Amounts available for appropriation		254,616		254,616		195,674		(58,942)
Charges to Appropriations (Outflows) Capital outlay		167,866		167,866		131,129		36,737
Budgetary Fund Balance - June 30, 2007	<u>\$</u>	245,262	\$	245,262	\$	223,057	\$	(22,205)

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2007

		Budgete	i Amoı	Actu	al Amounts	Variance With Final Budget Positive		
		Original	Final		(Budgetary Basis)		(1	Vegative)
Budgetary Fund Balance - July 1, 2006	\$	117,939	.\$	117,939	\$	117,939	\$	-
Resources (Inflows)								
Property taxes		455,950		455,950		454,422		(1,528)
Interest income		4,500		4,500		10,554		6,054
Amounts available for								
appropriation		460,450		460,450		464,976		4,526
Charges to Appropriations (Outflows)								
Debt service - principal		300,000		300,000		300,000		-
Debt service - interest		145,450		145,450		145,550		(100)
Total charges to appropriations		445,450		445,450		445,550		(100)
Budgetary Fund Balance - June 30, 2007	<u>\$</u>	132,939	\$	132,939	\$	137,365	\$	4,426

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - STREET DEBT SERVICE FUND FOR THE YEAR ENDED JUNE 30, 2007

		Budgeter	i Amo	Actu	al Amounts	Variance With Final Budget Positive		
		Original		<u>Final</u>		(Budgetary Basis)		legative)
Budgetary Fund Balance - July 1, 2006	\$	70,877	\$	70,877	\$	70,877	\$	-
Resources (Inflows)								
Property taxes		521,044		521,044		519,161		(1,883)
Interest income		5,500		5,500		8,678		3,178
Amounts available for								
appropriation		526,544		526,544		527,839		1,295
Charges to Appropriations (Outflows)								
Debt service - principal		300,000		300,000		300,000		-
Debt service - interest		221,544		221,544		221,644		(100)
Total charges to appropriations		521,544		521,544		521,644		(100)
Budgetary Fund Balance - June 30, 2007	.\$	75,877	\$	75,877	\$	77,072	\$	1,195_

#### CITY OF HUNTINGTON WOODS, MICHIGAN SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE BUDGET TO ACTUAL - GWK DRAIN DEBT FUND FOR THE YEAR ENDED JUNE 30, 2007

	Budgeted Amounts					al Amounts	Variance With Final Budget Positive		
		Original	_	Final	(Bud	getary Basis)		Negative)	
Budgetary Fund Balance - July 1, 2006	\$	235,947	\$	235,947	\$	235,947	\$	-	
Resources (Inflows)									
Property taxes		228,230		228,230		227,354		(876)	
Other		34,693		34,693		34,692		(1)	
Interest income	-	4,700		4,700		15,235		10,535	
Amounts available for									
appropriation		267,623		267,623		277,281		9,658	
Charges to Appropriations (Outflows)									
Debt service - principal		152,999		152,999		155,347		(2,348)	
Debt service - interest		99,624		99,624		96,256		3,368	
Total charges to appropriations		252,623		252,623		251,603		1,020	
Budgetary Fund Balance - June 30, 2007	5	250,947	\$	250.947	\$	261.625	\$	10.678	

## CITY OF HUNTINGTON WOODS, MICHIGAN COMBINING STATEMENT OF NET ASSETS - INTERNAL SERVICE FUNDS JUNE 30, 2007

	Equipment Fund			Retirement Benefits Fund		Health Insurance Fund		Total
Assets								
Current Assets								
Cash and certificates of deposit	\$	-	\$	206,688	\$	52,203	\$	258,891
Investments - at fair value		246,300		548,000				794,300
Total current assets		246,300		754,688		52,203		1,053,191
Property, Plant and Equipment		1,888,260		-		-		1,888,260
Less accumulated depreciation		1,017,427	_			-		1,017,427
Undepreciated cost		870,833		-		-		870,833
Total assets	\$	1,117,133	\$	754,688	\$	52,203	<u>\$</u>	1,924,024
Liabilities								
Current Liabilities								
Accounts payable	\$	3,703	\$	704	\$	_	\$	4,407
Bank overdraft	*	762	•	-	•	_	Ψ.	762
Accrued liabilities		804		162		_		966
Current portion of long-term obligations		25,399				-		25,399
Total current liabilities		30,668		866		-		31,534
Noncurrent Liabilities								
Due to employees		-		651,266		-		651,266
Noncurrent portion of long-term								
obligations		104,829		-				104,829
Total noncurrent liabilities	_	104,829		651,266				756,095
Total liabilities		135,497		652,132		-		787,629
Net Assets								
Invested in capital assets, net of related debt		740,604		_		_		740,604
Net Assets		740,004						7 10,001
Restricted		180,000		-		_		180,000
Unrestricted		61,032		102,556		52,203		215,791
Total net assets		981,636		102,556		52,203		1,136,395
Total liabilities and net assets	\$	1,117,133	\$	754,688	\$	52,203	\$	1,924,024

#### CITY OF HUNTINGTON WOODS, MICHIGAN COMBINING STATEMENT OF OPERATIONS AND CHANGES IN NET ASSETS -INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2007

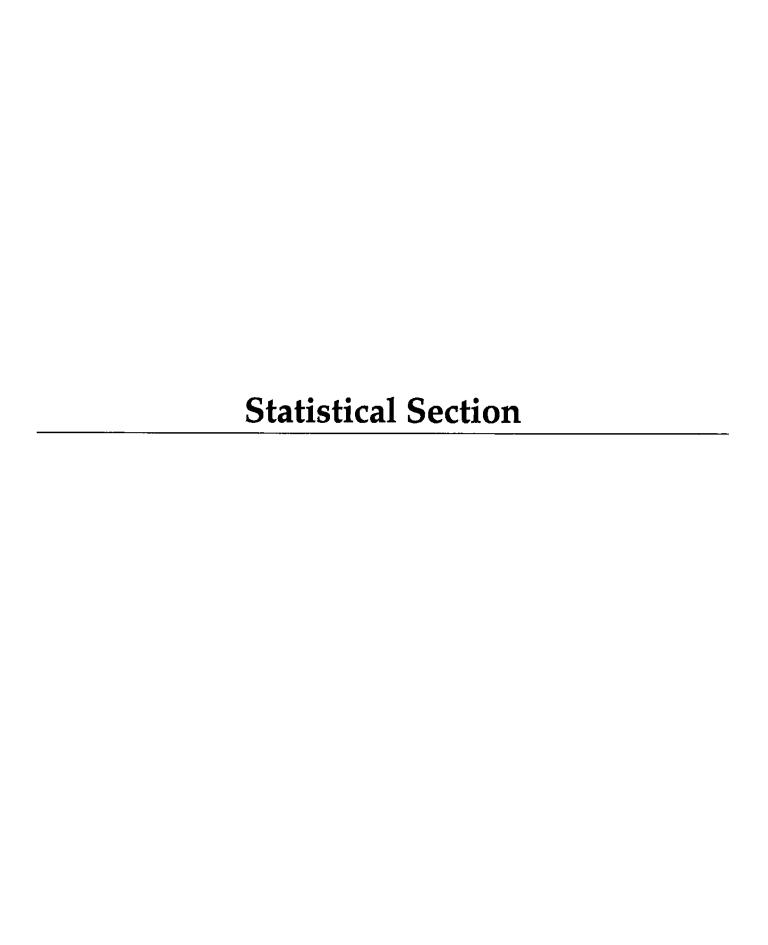
	Equipment Fund	Retirement Benefits Fund	Health Insurance Fund	Total
Operating Revenues				
Charges for services	\$ 183,659	\$ -	\$ -	\$ 183,659
Other	5,952		-	5,952
Total operating revenues	189,611	-	-	189,611
Operating Expenses				
Depreciation	178,827	=	-	178,827
Other	171,415	333,387	<u> </u>	504,802
Total operating expenses	350,242	333,387		683,629
Operating loss	(160,631)	(333,387)	-	(494,018)
Nonoperating Revenues				
Interest on investments	13,570	38,181	2,647	54,398
Transfers - Net	<del>-</del>	285,000	6,360	291,360
Net income (loss)	(147,061)	(10,206)	9,007	(148,260)
Net Assets - July 1, 2006	1,128,697	112,762	43,196	1,284,655
Net Assets - June 30, 2007	\$ 981,636	\$ 102,556	\$ 52,203	\$ 1,136,395

## CITY OF HUNTINGTON WOODS, MICHIGAN COMBINING STATEMENT OF CASH FLOWS - INTERNAL SERVICE FUNDS FOR THE YEAR ENDED JUNE 30, 2007

	E	quipment Fund	-	Retirement Benefits Fund	Health nsurance Fund		Total
Cash Flows From Operating Activities:							
Receipts from customers	\$	186,656	\$	-	\$ -	\$	186,656
Payments to suppliers for goods and services		(127,507)		_	-		(127,507)
Payments to employees for services		(36,241)		(184,411)	 -		(220,652)
Net cash provided from (used in)							
operating activities		22,908		(184,411)	-		(161,503)
Cash Flows From Noncapital Financing Activities:							
Interfund transfers		-		285,000	6,360		291,360
Cash Flows From Capital and Related Financing Activities:							
Acquisition of property, plant and equipment		(25,999)		-	-		(25,999)
Proceeds from sale of fixed assets		500		-	-		500
Payments of long-term debt		(24,817)		-	-		(24,817)
Bank overdraft		762	_	<u>-</u>	 -	_	762
Net cash used in capital and related							
financing activities		(49,554)		•	-		(49,554)
Cash Flows From Investing Activities:							
Interest received		13,570		38,181	 2,647	_	54,398
Net Increase (Decrease) in Cash and Cash Equivalents		(13,076)		138,770	9,007		134,701
Cash and Cash Equivalents - July 1, 2006		259,376		615,918	43,196		918,490
Cash and Cash Equivalents - June 30, 2007	\$	246,300	<u>\$</u>	754,688	\$ 52,203	<u>\$</u>	1,053,191
Reconciliation of operating loss to net cash provided from (used in) operating activities:							
Operating loss	\$	(160,631)	\$	(333,387)	\$ -	\$	(494,018)
Depreciation  Loss on sale of fixed assets		178,827 2,955		-	-		178,827 2,955
Adjustments to reconcile operating loss to net cash provided from (used in) operating activities:							·
Decrease in prepaid expenses		-		21,028	-		21,028
Decrease in due from other funds		•		147,500	-		147,500
Increase (decrease) in accounts payable		1, <b>7</b> 06		(11,224)	-		(9,518)
Increase (decrease) in other liabilities		51		(8,328)			(8,277)
Total adjustments		1,757		148,976			150,733
Net cash provided from (used in) operating							
activities	\$	22,908	\$	(184,411)	\$ -	\$	(161,503)

## CITY OF HUNTINGTON WOODS, MICHIGAN STATEMENT OF CHANGES IN NET ASSETS - AGENCY FUND FOR THE YEAR ENDED JUNE 30, 2007

		salance y 1, 2006		Additions	 Peductions	Balance ne 30, 2007
Assets						
Cash and cash equivalents	\$	994	\$	755,449	\$ 833,422	\$ (76,979)
Investments		500,000		-	-	500,000
Receivable		20,763			 20,763	 
Total assets	<u>\$</u>	521,757	<u>\$</u>	755,449	\$ 854,185	\$ 423,021
Liabilities						
Accounts payable	\$	3,292	\$	762,341	\$ 695,699	\$ 69,934
Accrued and other liabilities		234,893		593,495	578,113	250,275
Performance deposits		283,572		164,585	 345,345	 102,812
Total liabilities	<u>\$</u>	521,757	\$	1,520,421	\$ 1,619,157	\$ 423,021



# CITY OF HUNTINGTON WOODS, MICHIGAN NET ASSETS BY COMPONENT LAST FIVE FISCAL YEARS (accrual basis of accounting)

			Fiscal Year		
	2003	2004	2005	2006	2007
Governmental activities					
Investment in capital assets, net of related debt Restricted Unrestricted	\$ 9,747,600 136,015 2,555,351	\$ 13,355,636 136,015 2,171,361	\$ 13,718,189 136,015 1,792,529	\$ 14,205,821 136,015 1,608,326	\$ 14,080,851 136,015 1,312,037
Total governmental activities net assets	\$ 12,438,966	\$ 15,663,012	\$ 15,646,733	\$ 15,950,162	\$ 15,528,903
Business-type activities					
Investment in capital assets, net of related debt Unrestricted	\$ 2,827,091 1,469,207	\$ 2,771,663 1,446,537	\$ 2,510,107 1,641,358	\$ 2,452,939 1,845,062	\$ 2,522,823 1,953,198
Total business-type activities net assets	\$ 4,296,298	\$ 4,218,200	\$ 4,151,465	\$ 4,298,001	\$ 4,476,021
Primary government					
Investment in capital assets, net of related debt Restricted Unrestricted	\$ 12,574,691 136,015 4,024,558	\$ 16,127,299 136,015 3,617,898	\$ 16,228,296 136,015 3,433,887	\$ 16,658,760 136,015 3,453,388	\$ 16,603,674 136,015 3,265,235
Total primary government net assets	<u>\$ 16,735,264</u>	\$ 19,881,212	\$ 19,798,198	\$ 20,248,163	\$ 20,004,924

# CITY OF HUNTINGTON WOODS, MICHIGAN CHANGES IN NET ASSETS LAST FIVE FISCAL YEARS (accrual basis of accounting)

		2003		2004		Fiscal Year 2005		2006		2007
Expenses										
Governmental activities:		2.071.140		2 (77 462		2 862 617	*	2 710 424		2 174 525
General government	\$	3,971,148	\$	3,677,462 1,502,117	\$	3,862,617 1,598,567	\$	3,718,636 1,682,452	\$	4,174,262 1,700,061
Public safety Public works		1,481,645 350,8 <del>69</del>		229,489		217,363		1,002,452 264,741		216,382
Library		377,000		418,550		435,380		452,332		509,744
Maintenance		281,565		411,802		407,231		408,529		431,734
Traffic services		9,649		20,971		15,756		33,308		27,329
Snow and ice removal		56,057		54,585		58,644		43,966		48,074
Administrative		192,286		172,247		206,666		114,557		480,125
Aquatic Club		144,003		188,969		189,009		182,307		192,837
Recreation		1,091,175		1,320,142		1,365,100		1,528,134		1,585,518
Capital outlay		516,754		267,875		1,000,100		2,020,102		431,959
Interest on debt		-		523,336		524,043		495,986		463,450
Total governmental activities expenses	<u> </u>	8,472,151	ś	8,787,545	<u> </u>	8,880,376	s	8,924,948	s	10,261,475
•	<u> </u>		<u> </u>		<u></u>	-,,		-,,		
Business-type activities: Water		1 107 000		1 277 430		1 500 457		1 400 103		1 641 070
w ater		1,187,209		1,377,640		1,598,457		1,499,103		1,541,979
Total primary government expenses	<u>\$</u>	9,659,360	\$	10,165,185	5	10,478,833	\$	10,424,051	\$	11,803,454
Program Revenues										
Governmental activities:										
Charges for services	\$	1,415,403	\$	1,825,036	\$	1,927,417	\$	1,997,721	\$	1,930,960
Operating grants and contributions	•	355,544	•	393,415	•	380,025	•	397,712	•	405,202
Capital grants and contributions		83,060		12,216		8,465		9,055		16,507
Total governmental activities program revenue	<u>\$</u>	1,854,007	\$	2,230,667	\$	2,315,907	<u>\$</u>	2,404,488	\$	2,352,669
Business-type activities:										
Charges for services		1,528,824		1,500,798		1,611,279		1,721,141		1,753,080
Total primary government program revenues	\$	3,382,831	<b>S</b> :	3,731,465	Ś	3,927,186	s	4,125,629	s	4,105,749
Net Revenue/(Expenses)		/6 610 144\		// EE/ P70\		/C ECA ACO)	•	(¢ E20 440)		(7 000 906)
Governmental activities	\$	(6,618,144)	\$	(6,556,878)	\$	(6,564,469)	\$	(6,520,460)	\$	(7,908,806)
Business-type activities		341,615		123,158	_	12,822	_	222,038	_	211,101
Total primary government net expense	\$	(6,276,529)	\$	(6,433,720)	\$	(6,551,647)	<u>\$</u>	(6,298,422)	<u>\$</u>	(7,697,705)
General Revenues and Other Changes in Nets Assets										
Governmental activities:										
Property taxes	\$	4,052,110	5	4,024,806	\$	4,331,025	\$	4,634,466	\$	5,023,219
Property tax - debt service		1,055,705		1,120,667		1,168,160		1,148,710		1,200,936
State shared revenue		656,395		607,762		591,245		586,265		579,403
Investment earnings		209,972		23,710		106,576		152,226		273,579
Other		22,178		54,758		244,749		185,778		289,013
Transfers - internal activities		297,851		208,654		106,435		116,444		121,397
Total governmental activities	\$	6,294,211	\$	6,040,357	\$	6,548,190	\$	6,823,889	\$	7,487,547
Business-type activities:										
Investment earnings		32,654		7,398		26,878		40,942		88,316
Transfers - internal activities		(297,851)		(208,654)		(106,435)		(116,444)		(121,397)
					_					
Total business-type activities		(265,197)		(201,256)	_	(79,557)		(75,502)		(33,081)
Total primary government	<u>\$</u>	6,029,014	<u>\$</u>	5,839,101	\$	6,468,633	<u>\$</u>	6,748,387	<u>\$</u>	7,454,466
Change in Net Assets										
Governmental activities	\$	(323,933)	\$	(516,521)	\$	(16,279)	\$	303,429	\$	(421,259)
Business-type activities		76,418		(78,098)		(66,735)		146,536		178,020
Total primary government	\$	(247,515)	\$	(594,619)	\$	(83,014)	<u>\$</u>	449,965	<u>\$</u>	(243,239)

### CITY OF HUNTINGTON WOODS, MICHIGAN FUND BALANCES, GOVERNMENTAL FUNDS LAST FIVE FISCAL YEARS

					I	iscal Year				
	_	2003	_	2004	_	2005	_	2006		2007
General Fund										
Unreserved	\$	1,041,146	\$	789,472	\$	642,517	\$	478,464	\$	589,467
All Other Governmental Funds										
Reserved		136,015		136,015		136,015		136,015		136,015
Unreserved, reported in										
Special revenue funds		563,450		523,578		427,986		453,052		383,680
Capital projects funds		348,296		124,350		56,024		979		(526,602)
Debt service funds	_	283,634	_	349,197	_	391,992	_	424,763		476,062
Total other governmental funds	_	1,331,395		1,133,140		1,012,017	_	1,014,809	_	469,155
Total Governmental Funds	\$	2,372,541	\$	1,922,612	<u>\$</u>	1,654,534	\$	1,493,273	\$	1,058,622

#### CITY OF HUNTINGTON WOODS, MICHIGAN CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS LAST FIVE FISCAL YEARS

			Fiscal Year		
	2003	2004	2005	2006	2007
			<u> </u>		
Revenues					
Property taxes and					
special assessments	\$ 5,043,298	\$ 5,145,473	\$ 5,499,185	\$ 5,783,17 <del>6</del>	\$ 6,224,155
Licenses and permits	170,284	223,242	328,879	340,215	204,224
Intergovernmental	1,027,792	997,471	961,806	976,349	984,995
Charges for services	72,660	70,708	<b>79,883</b>	90,598	<b>85,43</b> 0
Aquatic Club charges	173,394	171,600	185,032	186,133	187,355
Program fees	622,088	800,147	808,819	811,148	844,190
Fines and forfeits	147,881	162,664	223,307	250,160	268,316
Investment income	184,811	18,370	87,275	128,170	219,181
Other	202,130	253,418	344,958	290,932	456,964
Total revenues	7,644,338	7,843,093	8,519,144	8,856,881	9,474,810
Expenditures					
General government	963,871	961,281	1,042,830	1,082,652	1,083,023
Public safety	1,481,645	1,498,337	1,598,567	1,623,066	1,662,206
Public works	350,869	227,553	215,427	208,616	207,579
Library	377,000	386,490	408,473	429,309	453,451
Maintenance	281,565	411,802	407,231	408,529	431,734
Traffic services	9,649	20,971	15,756	33,308	27,329
Snow and ice removal	56,057	54,585	58,644	43,966	48,074
Administrative	192,286	172,247	206,666	114,557	480,125
Aquatic Club	144,003	188,969	189,009	182,307	192,837
Recreation	1,091,175	1,294,302	1,337,510	1,390,945	1,368,526
Employee benefits	894,233	1,139,146	1,251,138	1,349,458	1,456,554
Professional services	382,412	396,731	414,217	425,197	447,318
Capital outlay	1,400,032	346,791	191,901	177,156	661,945
Debt service	-,,			,	,
Principal	478,188	630,535	709,245	730,554	755,347
Interest	516,754	523,336	524,043	495,986	463,450
Total expenditures	8,619,739	8,253,076	8,570,657	8,695,606	9,739,498
Excess of revenues over (under) expenditures	(975,401)	(409,983)	(51,513)	161,275	(264,688)
Other Financing Sources (Uses)					
Transfers - in	1,095,309	1,025,036	914,831	1,024,914	1,083,035
Transfers - out	(1,031,658)	(1,064,982)			
Harbiers - Out	(1,031,636)	(1,004,702)	(1,131,396)	(1,347,450)	(1,252,998)
Total other financing sources (uses)	63,651	(39,946)	(216,565)	(322,536)	(169,963)
Net changes in fund balances	\$ (911,750)	\$ (449,929)	\$ (268,078)	\$ (161,261)	\$ (434,651)
Debt service as a percentage of noncapital expenditures	6.26%	5.85%	5.79%	5.95%	6.45%

# CITY OF HUNTINGTON WOODS, MICHIGAN TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS LAST TEN FISCAL YEARS (accrual basis of accounting)

Year Ended June 30th:	 General Property Taxes	Property Tax ebt Service	 Sales and Use Tax	Total
1998	\$ 3,294,556	\$ 358,929	\$ 719,960	\$ 4,373,445
1999	3,858,803	341,658	<b>7</b> 51,689	4,952,150
2000	3,631,183	587,437	765,237	4,983,857
2001	3,711,504	814,332	767,143	5,292,979
2002	3,848,658	1,001,163	751,606	5,601,427
2003	4,052,110	1,055,705	656,395	5,764,210
2004	4,024,806	1,120,667	607,762	5,753,235
2005	4,331,025	1,168,160	591,245	6,090,430
2006	4,634,466	1,148,710	586,265	6,369,441
2007	5,023,219	1,200,936	579,403	6,803,558
Change 1998-2007	52%	235%	-20%	56%

# STATE EQUALIZED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY CITY OF HUNTINGTON WOODS, MICHIGAN LAST TEN FISCAL YEARS

		Real Property			Pen	Personal Property				Total		
	State		Estimated	State			Esti	Stimated	State		Estimated	Tax
Fiscal	Equalized	Taxable	Actual	Equalized		Taxable	Αĸ	Actual	Equalized	Taxable	Actual	Rate
Year	Value	. Value	Value	Value	   	Value	>	Value	Value	Value	Value	Mills
1000	067 130 170	<b>€ 100 755 000</b>	070 000 ±	£ .	6	000 000 0	6	700	400 400	401/10	400	
1220	DC#/1CO/1#7 ¢	- Fe	DO0/70//CO# #	4 2,000,U3U	A 2	7,000,000	r A	,//o,100	094'/27'480	\$ 171,643,27U	489,478,900	19.1314
1999	244,781,840	196,613,010	489,563,680	4,021,000	9	4,021,000	∞`	8,042,000	248,802,840	200,634,010	497,605,680	18.8739
2000	267,855,670	205,442,557	535,711,340	4,469,500	· O	4,469,500	ω`	8,939,000	272,325,170	209,912,057	_•	19.8493
2001	291,810,164	214,678,407	583,620,328	4,955,57	fÜ	4,955,575	6	9,911,150	296,765,739	219,633,982	ເດ	20.4576
2002	324,103,810	227,924,127	648,207,620	5,119,540	0	5,119,540	10,	0,239,080	329,223,350	233,043,667	_	20.5536
2003	356,276,783	242,508,608	712,553,566	4,740,350	0	4,740,350	6	,480,700	361,017,133	247,248,958	•	19.6942
2004	373,847,198	253,025,287	747,694,396	4,512,570	Q	4,512,570	6,	9,025,140	378,359,768	257,537,857	756,719,536	19.4720
2005	391,895,348	268,148,336	783,790,696	5,154,254	4	5,154,254	10,	308,508	397,049,602	273,302,590	•	19.2401
2006	425,442,200	284,958,220	850,884,400	4,253,880	0	4,260,460	α)	3,507,760	429,696,080	289,218,680	859,392,160	19.2012
2007	447,963,420	300,995,604	895,926,840	3,856,550	9	3,847,680	7,	7,713,100	451,819,970	304,843,284	903,639,940	19,5452

Source: Oakland County Assessor

The City's millage rate is limited to 23 mills for operations, reduced by Headlee to current millage rate of 19.5452. The City levies the maximum as authorized under the Headlee tax limitation formula.

PROPERTY TAX RATES - ALL DIRECT AND OVERLAPPING GOVERNMENTS CITY OF HUNTINGTON WOODS, MICHIGAN (Per \$1,000 of Taxable Value) LAST TEN FISCAL YEARS

		City Direct Rate			0	Overlapping Rates	es	
				School 1	School Districts		Intermediate	
Fiscal		Debt	Total			Community	School	
Year	General	Service	Direct	Berkley	Royal Oak	College	District	County
1998: Homestead (1)	17.1514	1.9800	19.1314	10.4000	9.2500	1.6522	2.1294	5.1480
1998: Non-Homestead	17.1514	1.9800	19.1314	28.4000	27.2500	1.6522	2.1294	5.1480
1999: Homestead (1)	16.9939	1.8800	18.8739	10.4000	8.9000	1.6456	2.1208	5.0864
1999: Non-Homestead	16.9939	1.8800	18.8739	28.4000	26.9000	1.6456	2.1208	5.0864
2000: Homestead (1)	17.0493	2.8000	19.8493	9.8700	8.8000	1.6295	2.0998	4.9792
2000: Non-Homestead	17.0493	2.8000	19.8493	27.8700	26.8000	1.6295	2.0998	4.9792
2001: Homestead (1)	16.8076	3.6500	20.4576	9.8700	8.7700	1.6109	2.0752	4.9714
2001: Non-Homestead	16.8076	3.6500	20.4576	27.8700	26.7700	1.6109	2.0752	4.9714
2002: Homestead (1)	16.3636	4.1900	20.5536	10.3700	8.6500	1.5952	3.4526	5.0645
2002: Non-Homestead	16.3636	4.1900	20.5536	28.3700	26.5528	1.5952	3.4526	5.0645
2003: Homestead (1)	15.4240	4.2702	19.6942	10.3700	8.1500	1.6090	3.4224	5.8020
2003: Non-Homestead	15.4240	4.2702	19.6942	28.3700	25.9561	1.6090	3.4224	5.8020
2004: Homestead (1)	15.1203	4.3517	19.4720	10.3700	7.8000	1.5983	3.3991	5.7573
2004: Non-Homestead	15.1203	4.3517	19,4720	28.3700	25.6061	1.5983	3.3991	5.7573
2005: Homestead (1)	14.9697	4.2704	19.2401	11.1200	7.5000	1.5889	3.3789	6.0841
2005: Non-Homestead	14.9697	4.2704	19.2401	29.1200	25.3061	1.5889	3.3789	6.0841
2006: Homestead (1)	16.0067	3.1945	19.2012	10.5067	6.0130	1.5844	3.3690	6.0298
2006: Non-Homestead	16.0067	3.1945	19.2012	28.5067	23.8191	1.5844	3.3690	6.0298
2007: Homestead (1)	16.3490	3.1962	19.5452	10.4967	7.7030	1.5844	3.3690	5.9827
2007: Non-Homestead	16.3490	3.1962	19.5452	28.4967	25.7030	1.5844	3.3690	5.9827

Source: Oakland County Assessor

The City's millage rate is limited to 23 mills for operations, reduced by Headlee to current millage rate of 19.5452.

The City levies the maximum as authorized under the Headlee tax limitation formula.

## CITY OF HUNTINGTON WOODS, MICHIGAN TEN LARGEST TAXPAYERS LAST FIVE FISCAL YEARS

	Percent of Total City	Taxable	Value	3%	3060	0.32%	0.27%	'	0.17%	0.17%	0.16%	0.16%	0.16%	0.15%	٠	1	•	ı	1		2.23%		
2002			Rank	-	• •	۷ ۳	**	•	ı,	40	7	00	.00	10		•		•			••		
		Taxable	Value	1 094 440	02.0 72.0	944 710	812.650		509,530	509,440	488,230	488,120	479,970	466,870	•	•	٠	•	•	٠	086'292'9	\$ 298,075,304	\$304,843,284
	Percent of Total City	Taxable	Value	76°,0	0.32%	0.32%	0.28%		0.17%	0.17%	0.17%	0.16%		•	•	0.15%		ī	0.15%	,   	2.27%	.,	
2006			Rank	-		4 65	•	1	^	ιn	9	80		,	1	01	,	,	0	<b>,</b>	II		
		Taxable	Value	\$ 1.116.810	030 080	911.020	808,280	. •	494,220	505,270	900,000	470,710	•	ŀ	•	425,000		•	437,120		6,607,710	\$ 282,610,970	\$289,218,680
	Percent of Total City	Taxable	Value	0.40%	762.0	0.32%	0.29%	0.20%	•	0.18%	0.19%	0.17%		•	0.18%	•	,	0.16%	,	4	2.42%		
2005			Rank	-		l to	4	3		^	9	σ,	1		<b>&amp;</b>			101	,	,	-		
		Taxable	Value	\$ 1,096,590	000 280	881.930	784,150	550,770		501,440	505,870	455,680	•	•	479,980	٠	•	418,980	•		6,584,670	\$ 266,717,920	\$ 273,302,590
	Percent of Total City	Taxable	Value	0.52%	0.35%	0.33%	0.30%	,	0.27%	0.20%	0.19%	0.17%	. •	•	,	0.16%	0.15%	•	,		2.64%	•	4
2004			Ratk	-	7	m	4	•	2	9	7	80	ı	i		9	10	•	•	,	•		
		Taxable	Value	\$ 1,328,914	888.850	862,120	770,880		705,470	510,040	494,500	445,440		•	•	400,000	385,190		•	ı	6,791,404	\$ 250,746,453	\$ 257,537,857
	Percent of Total City	Taxable	Value	0.49%	0.43%	0.34%	0.30%	•	0.25%	0.21%	0.21%	0.14%	•		•	•	0.15%	•		0.15%	2.67%	·	-
2003		,	Rank	-	7	m	4	•	ιń	9	4	01	,	•	,		•	,	•	6			
		Taxable	Value	\$ 1,191,320	1,068,030	842,750	753,120	,	629,260	521,400	518,570	355,970	•	•	ı	•	376,530	•	•	375,000	096'189'9	\$240,617,008	\$247,248,958
•			Type of Business	Utility	rement	Commercial bank	Property management	Not applicable	Utility	Retail pharmacy	Not applicable	Not applicable	Property management	Not applicable	Not applicable	Not applicable		*	- #E				
		1	Тахраует	Detroit Edison	Herman Brodsky	Chase Bank	Kasco Equities	Private Residence - Flendrie	Consumers Energy	Rite Aid	Private Residence - Hendrie	Private Residence - Fiuntington	Private Residence - Nadine	Southmain Enterprises	Private Residence - Huntington	Private Residence - Nadine	Private Residence - Huntington	Ten Largest Taxpayers	Other Taxpayers	Total Taxable Value			

Source: City of Huntington Woods Assessor

### CITY OF HUNTINGTON WOODS, MICHIGAN PROPERTY TAX LEVIES AND COLLECTIONS LAST TEN FISCAL YEARS

Fiscal Year Ended June 30th:	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Personal Property Tax Collections	Total Tax Collections	Total Collections As Percent Of Current Levy
1998	\$ 3,653,485	\$ 3,649,786	99.90%	\$ 3,699	\$ 3,653,485	100.00%
1999	4,200,461	4,196,797	99.91%	3,664	4,200,461	100.00%
2000	4,218,620	4,204,773	99.67%	13,847	4,218,620	100.00%
2001	4,525,836	4,517,277	99.81%	8,559	4,525,836	100.00%
2002	4,849,821	4,816,407	99.31%	33,414	4,849,821	100.00%
2003	5,107,815	5,099,478	99.84%	8,337	5,107,815	100.00%
2004	5,145,473	5,140,764	99.91%	4,709	5,145,473	100.00%
2005	5,499,185	5,493,401	99.89%	5,784	5,499,185	100.00%
2006	5,783,176	5,770,0 <b>7</b> 3	99.77%	13,103	5,783,176	100.00%
2007	6,224,155	6,222,828	99.98%	1,327	6,224,155	100.00%

Source: City of Huntington Woods Assessor

### CITY OF HUNTINGTON WOODS, MICHIGAN TAX INFORMATION

Taxes Due:

July 1st

Payable:

City, County operating taxes and fifty percent (50%) of school taxes are due and payable July 1st at the office of the City Treasurer. (The County parks, transportation and drain debt taxes and the remaining fifty percent (50%) of school taxes are due and payable December 1st).

### Penalties and Interest for Delinquency:

All City taxes paid on or before the 10th day of August shall be collected without additional charge. There shall be added to all taxes paid after the 10th day of August, one percent for each and every month that the amount remains unpaid; provided however, that if one-half of the City taxes are paid on or before the 10th day of August, the remaining one-half of the tax is due on or before the 31st day of October without additional charge, but should the latter one-half not be paid before the 31st day of October, then the taxes shall be subject to the charge of one percent per month from August 10th. County taxes are to be paid on or before the 14th day of February without additional charge. All County taxes paid after the 14th day of February shall be subject to a penalty of three percent. Commencing March 1st, taxes on real property are collected through the County Treasurer of Oakland County, who adds and retains a collection fee or four percent and in addition adds interest at the rate of one percent per month to the date of payment.

### Lien on Property:

Unpaid taxes, together with all charges thereon, become a continuing lien on the property assessed. The General Tax Law provides for disposition at public sale of real estate delinquent for taxes as follows:

	Delinquent lax
 Date of Sale	Property to be Sold
July 2005	Year 2002
July 2006	Year 2003
July 2007	Year 2004

### State Land Sale:

The General Property Tax Act, Public Act 206 of 1893, as amended, requires the County Treasurer to foreclose on real property for failure to pay delinquent property taxes. One March 1st, following the year taxes went delinquent a \$175 fee and a \$18 recording fee will be added to the parcel. The interest rate on the unpaid balance increases to 1.5% per month retroactive to the previous March 1st. In February properties that are delinquent for two years will be taken to the Circuit Court for foreclosure. Property owners have 21 days from the foreclosure judgment date to redeem the property by paying all taxes, penalties, interest and fees. After 21 days the State is granted first right of refusal to purchase property at the greater of minimum bid or fair market value. The City has second right of refusal to purchase property for a public purpose at the minimum bid price. The County may purchase property at the minimum bid price following the local unit decision not to purchase. Properties that are not purchased will be available for land sale. The land sale will be a live auction. Parcels will be sold as-is at time of auction. Minimum opening bid will be the sum of all delinquent taxes, including all interests, penalties, fees and expenses.

### CITY OF HUNTINGTON WOODS, MICHIGAN RATIO OF OUTSTANDING DEBT BY TYPE LAST TEN FISCAL YEARS

	Net Bonded Debt Per Capita	131	1,425	1,410	2,092	2,486	2,373	2,267	2,190	2,077	1,929
	Percentage of Personal Income	0.49%	5.26%	3.11%	4.62%	5.49%	5.24%	5.01%	4.84%	4.59%	4.26%
	Total Primary Government	\$ 808,855	8,764,086	8,671,833	12,864,903	15,290,052	14,595,582	13,946,648	13,471,771	12,776,734	11,868,211
Business-Type Activities	Installment	249,683	175,066	139,541	125,587	111,632	83,722	55,812	215,427	170,653	
	Installment Loans	\$ 186,622	152,745	117,292	473,543	379,732	191,360	123,994	131,381	155,045	130,228
Governmental Activities	GWK Drain Bonds	· ←	ı	1	765,773	3,748,688	3,720,500	3,691,842	3,549,963	3,401,036	3,287,983
Gover	General Obligation Bonds	\$ 372,550	8,436,275	8,415,000	11,500,000	11,050,000	10,600,000	10,075,000	9,575,000	9,050,000	8,450,000
	Year Ended June 30th:	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007

Source: U.S. Census Department (population) see demographic and economic statistics schedule for details. Source: U.S. Department of Labor (per capita income) see demographic and economic statistical schedule for details.

### CITY OF HUNTINGTON WOODS, MICHIGAN RATIO OF GENERAL BONDED DEBT OUTSTANDING LAST TEN FISCAL YEARS

Fiscal Year Ended June 30th:	General Obligation Bonds	Less Available Debt Service Funds	Total	Percentage of Estimated Actual Value of Taxable Property	Net Bonded Debt per Capita
1998	\$ 372,550	\$ 37,183	\$ 335,367	0.07%	52
1999	8,436,275	31,132	8,405,143	1.69%	1,309
2000	8,415,000	104,790	8,310,210	1.53%	1,351
2001	11,500,000	170,037	11,329,963	1.91%	1,842
2002	11,050,000	210,849	10,839,151	1.65%	1,762
2003	10,600,000	283,634	10,316,366	1.43%	1,677
2004	10,075,000	349,197	9,725,803	1.29%	1,581
2005	9,575,000	391,992	9,183,008	1.16%	1,493
2006	9,050,000	424,763	8,625,237	1.00%	1,402
2007	8,450,000	476,062	7,973,938	0.88%	1,296

General Obligation Bonds in this table represent only those bonds serviced from property tax revenues.

Source: City of Huntington Woods Assessor (estimated actual values)

Source: U.S. Census Department (population) see demographic and economic statistics schedule for details.

# CITY OF HUNTINGTON WOODS, MICHIGAN DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT JUNE 30, 2007

City's Share of Debt	7,973,938	10,787,560	25,857	552,692	44,148	49,473	19,433,668
Percentage Applicable to City	100.00% \$	33.04%	0.03%	0.52%	0.08%	0.55%	<b>∞</b>
Net Debt Outstanding	\$ 7,973,938	32,650,000	86,189,000	106,286,871	55,185,000	8,995,000	
Balances on Hand	\$ 476,062						
Bonds Outstanding	\$ 8,450,000						lapping Debt
Name of Governmental Unit	City of Huntington Woods Direct Debt General Obligation Bonds Overlapping Debt Public Schools	Berkley School District	Royal Oak School District	County	Intermediate School District	Oakland Community College	Total Direct and Overlapping Debt

The above balances only represent general obligation debt.

### CITY OF HUNTINGTON WOODS, MICHIGAN COMPUTATION OF LEGAL DEBT MARGIN LAST FIVE FISCAL YEARS

		2003		2004		2005		2006		2007
Debt Limit	<del>60</del>	36,101,713	€₽	\$ 37,835,977	<del>€</del>	\$ 39,704,960	₩	\$ 42,969,608	€9	\$ 45,181,997
Total net debt applicable to limit		14,322,807		13,594,826		13,086,464		12,358,442		11,398,510
Legal Debt Margin	₩	21,778,906	<del>G)</del>	\$ 24,241,151	₩.	\$ 26,618,496 \$	49	30,611,166	₩	33,783,487
Total net debt applicable to the limit as a percentage of the debt limit		39.67%		35.93%		32.96%		28.76%		25.23%

Additional years have not been provided due to the reclassification of funds required for implementation of GASB Statement No. 34 in fiscal year 2003.

### Legal Debt Margin Calculation for Fiscal Year 2007

\$ 451,819,970	\$ 45,181,997	11,874,572	476,062	\$ 11,398,510	\$ 33,783,487
State Equalized Valuation	Legal Debt Limit (10% of State Equalized Value)	Amount of Debt Applicable to Limit	Less: Amount Available in Debt Service Fund	Net General Obligation Debt Subject to Limitation	Legal Debt Margin less amount available

State law limits the amount of city general obligation debt to 10% of state equalized value.

### CITY OF HUNTINGTON WOODS, MICHIGAN DEMOGRAPHIC STATISTICS LAST TEN FISCAL YEARS

Year	<u>Population</u>	Personal Income	Per Capita Income	K-12 School Enrollment	Unemployment Rate
1998	6,419	\$ 166,527,500	\$ 25,943	1,860	1.0%
1999	6,419	166,527,500	25,943	1,860	1.0%
2000	6,151	278,418,864	45,264	1,631	0.8%
2001	6,151	278,418,864	45,264	1,631	1.5%
2002	6,151	278,418,864	45,264	1,631	1.8%
2003	6,151	278,418,864	45,264	1,631	2.0%
2004	6,151	278,418,864	45,264	1,631	2.0%
2005	6,151	278,418,864	45,264	1,631	2.0%
2006	6,151	278,418,864	45,264	1,631	2.0%
2007	6,151	278,418,864	45,264	1,631	2.0%

Source:

U.S. Census Department (population)

Source:

U.S. Department of Labor (per capita income and unemployment rates)

Source: Southeast Michigan Council of Governments (personal income)

## CITY OF HUNTINGTON WOODS, MICHIGAN PRINCIPAL EMPLOYERS LAST FIVE FISCAL YEARS

	Percentage of Total City Employment	38.28%	3.83%	16.54%	276%	3.83%	1.15%	966.39%	
2002	Rank	-	63	7	4	60	ıs.		
	Employees	200	8	216	8	8	15	298	1,306
	Percentage of Total City Employment	40.20%	3.83%	16.31%	3.06%	3.83%	1.15%	68.38%	
2006	Rank		es).	~	4	ю	ηυ.		
	Employees	525	8	213	40	<u>05</u>	15	893	1,306
	Percentage of Total City Employment	40.58%	3.83%	17.30%	2.91%	3.83%	1.15%	%09:69	
2005	Rank	-	60	cı	ιή	m	•		
	Employees	230	25	226	88	8	15	606	1,306
	Percentage of Total City Employment	39.43%	3.83%	17.08%	2.76%	3.45%	1,15%	%01.70%	
2004	Rank	-	e	7	ιĊ	7	ND.		
	Employees	515	R	223	<b>3</b> 8	45	15	35	1,306
	Percentage of Total City Employment	39.05%	3.83%	16.92%	2.68%	3.06%	1.15%	%69.99	
2003	Rank		,es	8	5	4	•		
	Employees	510	<b>.</b> 8	221	335	40	15	871	1,306
	Employer	Detroit Zoo	Rackham Golf Course	City of Huntington Woods	Chase Bank	Huntington Cleaners	Rite Aid Pharmacy	Largest Employers	Total Employed

### FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION LAST TEN FISCAL YEARS CITY OF HUNTINGTON WOODS, MICHIGAN

2007	10	19	6	7	33	78
2006	11	19	6	7	33	79
2005	10	19	.6	9	33	77
2004	10	19	10	9	34	8
2003	12	20	13	9	28	79
2002	11	19	13	9	31	80
2001	10	19	13	9	31	79
2000	11	19	13	9	28	77
1999	10	18	10	9	27	71
1998	6	17	6	9	27	89
Function	General government	Pulic safety	Public works	Library	Recreation	Total

Source: City of Huntington Woods budget document

CITY OF HUNTINGTON WOODS, MICHIGAN OPERATING INDICATORS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
General Government										
Tax bills issued	2,631	2,648	2,649	2,655	2,659	2,667	2,675	2,680	2,607	2,607
Community meetings held	16	16	16	16	16	16	16	16	16	16
Public Safety										
Physical arrests	234	303	459	277	285	391	395	483	393	490
Traffic violations	*	*	4,073	3,277	4,253	5,285	4,610	4,840	4,016	5,087
Parking violations	214	245	1,209	1,162	1,182	884	743	1,802	1,684	1,708
Emergency responses	3,787	4,069	3,505	3,282	3,126	3,583	3,585	3,220	2,287	3,010
Fire responses	107	102	96	140	8	150	145	139	72	116
Public Services										
Miles of streets plowed	25	25	25	25	25	25	25	25	25	25
Miles of streets reconstructed	*	1.00	0.50	0.50	0.07	0.39	,	ı	t	•
Library										
Volumes in collection	45,866	47,608	47,665	48,408	50,103	53,770	54,680	55,000	57,482	60,113
Total volumes borrowed	57,825	54,450	49,134	50,132	50,240	51,661	49,011	55,900	61,601	65,839
Recreation										
Pool visitors	*	*	*	*	30,107	40,042	40,593	49,169	36,007	38,209
Camp participants	*	773	198	833	843	831	1,072	1,075	1,299	1,098
Class participants	*	713	854	1,009	4,360	5,889	6,129	5,447	7,931	7,711
Latchkey participants	*	227	200	193	178	158	180	177	193	224
Senior participants	156	213	415	420	478	444	584	548	683	792
Water and Sewer Utility										
Average daily consumption (units)	867	926	861	262	875	877	830	811	781	089
Water main breaks	31	22	12	9	12	19	<b>∞</b>	ω.	10	16
Transportation										
Individuals transported	*	*	1,239	1,522	1,559	1,712	1,284	1,387	4,602	4,419

<sup>\*</sup> Information unavailable

## CITY OF HUNTINGTON WOODS, MICHIGAN CAPITAL ASSETS STATISTICS BY FUNCTION/PROGRAM LAST TEN FISCAL YEARS

Function/Program	1998	1999	2000	2001	2002	2003	2004	2005	2006	2007
Public Safety										
Stations	#	1	1	-1	-	-	д	1	П	1
Patrol units	4	4	4	4	4	ιζ	ιυ	S	ιΩ	ιυ
Fire stations	-	<b>.</b>	<del>,</del> 1	<b>-</b>	П	Ţ		1	⊣	1
Fire vehicles	2	2	2	2	2	2	2	2	2	2
Public Services										
Number of trucks	16	18	18	18	18	18	18	18	18	18
Miles of major streets	œ	œ	80	ထ	00	<b>∞</b>	∞	80	<b>∞</b>	80
Miles of local streets	17	17	17	17	17	17	17	17	17	17
Recreation										
Number of parks	13	13	13	13	13	13	13	13	13	13
Acreage	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5	13.5
Water Utility										
Miles of water line	25	25	25	25	25	25	25	25	25	25
Wastewater Utility										
Miles of sewer line	41.09	41.09	41.09	41.09	41.09	41.09	41.09	41.09	41.09	41.09
Transportation										
Number of vehicles	n	4	4	4	4	4	4	4	ιΩ	ß

### CITY OF HUNTINGTON WOODS, MICHIGAN

### COMMENTS AND RECOMMENDATIONS MEMORANDUM

**JUNE 30, 2007** 



December 11, 2007

Honorable Mayor and Members of the City Commission City of Huntington Woods, Michigan Huntington Woods, Michigan 48070

We have recently completed an audit of the financial statements of the City of Huntington Woods, Michigan for the year ended June 30, 2007. Our audit was made primarily for the purpose of expressing our opinion on these statements and, accordingly, did not encompass a detailed review of systems, procedures and internal controls.

We would like to compliment the Finance Department for the excellent job that they have done this past year. We completed the audit with a minimum of adjustments and enjoyed working again with your highly professional staff. However, during our audit, we observed certain areas where we believe improvements can be effected, and we offer the enclosed comments and recommendations memorandum for your review.

The accompanying memorandum is not based upon a complete survey of all phases of operating and executive controls; it does, however, direct attention to certain areas which we believe to be especially worthy of the City Commission's consideration. We appreciate that the ultimate objective of the City Commission is to achieve maximum control at a minimum cost. We believe that consideration of the recommendations enumerated in this memorandum are compatible with that objective.

After you have reviewed our recommendations, we will be pleased to discuss the contents with you and to assist in the implementation or correction of any items set forth herein.

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### **CURRENT YEAR RECOMMENDATIONS**

### I. FIXED ASSET RECORD KEEPING

The City of Huntington Woods currently records fixed asset acquisitions and the related accumulated depreciation in a Microsoft Excel worksheet. During our audit it was noted that the worksheet contained errors in the calculation of current year depreciation and prior accumulated depreciation.

### Recommendation

We recommend that the City review the fixed asset worksheet in effort to correct the noted calculation errors. We also recommend that the City consider purchasing software or consulting a third party for the specific purpose of managing fixed assets held by the City.

### II. BOND LIABILITY

Currently, the City transfers bond and permit funds that are not reclaimed by homeowners to the General fund once the bond or permit has been open for two years.

### Recommendation

We recommend that the City escheat the funds to the State of Michigan following the Uniform Unclaimed Property Act to protect itself from a potential future liability.

### PRIOR YEAR RECOMMENDATIONS

### I. USE OF CITY CREDIT CARDS

During our audit, we noticed that the City has three credit cards that are stored in the vault. The cards are loaned out to various employees to make purchases on behalf of the City when requested. We also noted that the invoices received from the credit card company are not broken down by purchaser.

### Recommendation

We recommend that the credit cards be personalized with the respective employee name and issued to the appropriate department heads. We also recommend that the invoices include a breakdown by employee in order to better track expenditures. This will allow the City to have better control over its funds and mitigate the likelihood of credit card fraud by City personnel.

### **Current Status**

The City has not implemented the above recommendation.

### II. BUDGETED AMOUNTS VS. ACTUAL RESULTS

As required under P.A. 621 (of the 1978 Uniform Budget Act), the City of Huntington Woods prepares its budget on a categorical basis for the General Fund and a fund-level basis for all other funds.

### Recommendation

Although the City is currently compliant with the Uniform Budget Act, we recommend that the City carefully evaluates its budgeted expenditure amounts for all funds in order to avoid overspending, which may, in turn lead to a further reduction of unappropriated fund balance.

### **Current Status**

There has not been a change in the City's budget process in the fiscal year ended June 30, 2007.